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Sectoral policy questions: industrial development cooperation

Indonesia*: draft resolution

Industrial development cooperation

Recalling its resolutions 46/151 of 18 December 1991, 49/108 of 19 December 1994 and 51/170 of 16 December 1996 on industrial development cooperation,

Taking note of the Declaration adopted by the Ministers for Foreign Affairs of the Group of 77 and China at the twenty-second annual Meeting of Ministers for Foreign Affairs of the Group of 77, held in New York on 25 September 1998, on the relevance of industrialization for development and the importance of international cooperation to support the developing countries in this field,[1]

Recognizing the increasing role of the business community, including the private sector, in enhancing the dynamic process of the development of the industrial sector,

Taking note of the report of the Secretary-General,

1. *Reaffirms* that industrialization is a key element in the promotion of the sustainable development of developing countries, as well as in the creation of productive employment, the eradication of poverty and facilitating social integration, including the integration of women into the development process;

2. *Stresses* the importance of domestic industrial transformation in developing countries in order to increase the value-added of their exports earnings with a view to benefiting fully from the process of globalization and trade liberalization;

3. *Emphasizes* the importance of industrial development cooperation and a positive investment and business climate at the international, regional, subregional and national levels, in promoting the expansion, diversification and modernization of productive capacities in developing countries;

* On behalf of the States Members of the United Nations that are members of the Group of 77, and China

[1] A/53/466, annex.

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4. *Also emphasizes* the importance of a favourable international and national environment for the industrialization of developing countries, and urges all Governments to adopt and implement development policies and strategies that promote, *inter alia*, enterprise development, foreign direct investment, technological adaptation and innovation, expanded access to markets and the effective use of official development assistance to enable developing countries to enhance an environment attractive to investment so as to augment and supplement domestic resources for the expansion, diversification and modernization of their industrial productive capacity in the context of an open, equitable, non-discriminatory, transparent, multilateral and rule-based international trading system;

5. *Reiterates* the importance of the transfer of technology to the developing countries as an effective means of international cooperation in the field of industrial development;

6. *Recognizes* the continuing use of official development assistance also for industrial development in the developing countries, and calls upon donor countries and the recipient countries to continue to cooperate in their efforts to achieve greater efficiency and effectiveness of official development assistance resources devoted to industrial development cooperation;

7. *Welcomes* the use of innovative funding modalities, including, *inter alia*, co-financing schemes and trust funds, debt-equity swaps, as appropriate, other debt relief measures, industrial joint venture schemes, enterprise-to-enterprise cooperation and venture capital funds for industrial development, in particular in the developing countries;

8. *Reaffirms* the central coordinating role played by the United Nations Industrial Development Organization in the United Nations system in the industrial development of developing countries and welcomes its continuing efforts of structural transformation and revitalization in a changing economic world;

9. *Calls upon* the international community and the relevant bodies and organizations of the United Nations system, in particular the United Nations Industrial Development Organization, to support the efforts of the developing countries to intensify and expand industrial cooperation among themselves with respect to, *inter alia*, trade in manufactured products, industrial investments and business partnerships, as well as industrial technology and scientific exchanges;

10. *Requests* the United Nations Industrial Development Organization, in cooperation with the relevant organizations of the United Nations system, to undertake an in-depth assessment and further analysis of best practices in the area of industrial policies and strategies and of lessons learned in industrial development, taking into account the financial crisis and the impact of globalization on the industrial structure of the developing countries, so as to support and boost cooperation among developing countries through the provision of practical insights and ideas for international industrial development cooperation and for economic and technical cooperation among developing countries;

11. *Emphasizes* the importance of financing for industrial development, including the use of official development assistance, innovative funding modalities and market-based mechanisms and instruments for the industrial development of the developing countries and, in this regard, requests relevant entities of the United Nations system, including the United Nations Industrial Development Organization and the United Nations Conference on Trade and Development, in the context of their strategic partnership, to intensify their efforts to mobilize resources for the industrial development of the developing countries, especially by means of investment promotion activities, the development of small and medium-sized

enterprises and various forms of business partnerships involving both local and foreign enterprises;

12. *Welcomes* the integrated approach of the United Nations Industrial Development Organization in providing comprehensive and integrated services to its member States and requests it to continue to accord priority to the needs of the least developed countries and countries in the African region;

13. *Invites* the bodies and organizations of the United Nations system, in particular the United Nations Industrial Development Organization in the context of its new programme reorientation, to expand its activities in the promotion of cleaner and sustainable industrial development of developing countries;

14. *Requests* the Secretary-General to submit to the General Assembly at its fifty-fifth session a report on the implementation of the present resolution.